

AR52

MATE YELLOWKNIFE GOLD MINES LIMITED

**ANNUAL REPORT
1980**

MATE YELLOWKNIFE GOLD MINES LIMITED

Head Office

P.O. Box 40
Commerce Court West
Toronto, Ontario M5L 1B4

Directors

- * D. J. EMERY
- J. D. KRANE
- G. P. MITCHELL
- * J. D. STREIT
- * R. S. THOMSON, Q.C.
- * Members of Audit Committee

Officers

D. J. EMERY
President

J. D. KRANE
Vice-President

J. M. DACOSTA, Q.C.
Secretary

N. H. WITHERELL
Treasurer

J. O. KACHMAR
Controller

Transfer Agent and Registrar

GUARANTY TRUST
COMPANY OF CANADA
Toronto, Ontario

Auditors

THORNE RIDDELL
Toronto, Ontario

Annual Meeting of Shareholders

April 13, 1981
2:30 p.m. (Toronto Time)
Board Room
40th Floor
Commerce Court West
Toronto, Ontario

REPORT OF THE DIRECTORS

TO THE SHAREHOLDERS:

We submit the financial statements of your Corporation as at December 31, 1980 which include the Auditors' Report thereon.

No exploration work was carried out on the Corporation's property during 1980 and none is anticipated in 1981.

On behalf of the Board,



D. J. EMERY,
President

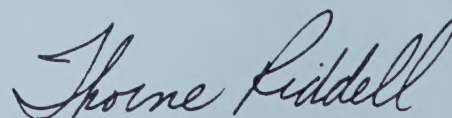
Toronto, Ontario,
February 17, 1981

AUDITORS' REPORT

To the Shareholders of
Mate Yellowknife Gold Mines Limited

We have examined the balance sheet of Mate Yellowknife Gold Mines Limited as at December 31, 1980 and the statements of exploration and administrative expenditures deferred and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the company as at December 31, 1980 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.



Toronto, Canada
January 28, 1981

Chartered Accountants

MATE YELLOWKNIFE GOLD MINES LIMITED

(Incorporated under the laws of Ontario)

BALANCE SHEET AS AT DECEMBER 31, 1980

ASSETS

CURRENT ASSETS	1980	1979
Cash	\$ 1,270	\$ 1,768
Prepaid expenses	430	
	<u>1,700</u>	<u>1,768</u>
MINING CLAIMS		
Claims acquired for 1,000,000 shares of the company's capital stock issued at 5¢ per share and \$15,000 cash (see note)	65,000	65,000
DEFERRED CHARGES		
Exploration and administrative expenditures deferred (see note)	195,528	186,485
	<u>\$ 262,228</u>	<u>\$ 253,253</u>

LIABILITIES

CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 675	\$ 700
Advance payable to Giant Yellowknife Mines Limited	34,000	25,000
	<u>34,675</u>	<u>25,700</u>

SHAREHOLDERS' EQUITY

CAPITAL STOCK		
Authorized — 4,000,000 shares of \$1 each		
Issued — 3,352,651 shares	3,352,651	3,352,651
Less discount on shares	3,114,816	3,114,816
	<u>237,835</u>	<u>237,835</u>
DEFICIT	10,282	10,282
	<u>227,553</u>	<u>227,553</u>
	<u>\$ 262,228</u>	<u>\$ 253,253</u>

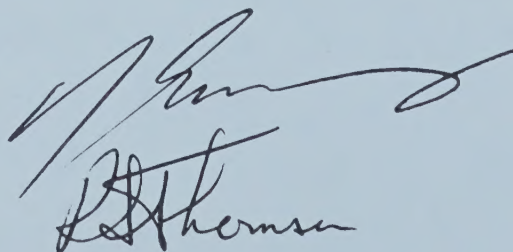
Note:

Exploration and administrative expenditures amounting to \$195,528 at December 31, 1980 have been deferred with the intention that they should be amortized along with the cost of mining claims, by charges against income from future mining operations. The recovery of these costs is dependent, therefore, upon the obtaining of adequate financing and the development of an economic mining operation.

Approved by the Board

Director

Director

The block contains two handwritten signatures in dark ink. The top signature is a cursive, flowing script, likely belonging to the first director. The bottom signature is also cursive but appears more blocky or stylized, likely belonging to the second director. Both signatures are positioned to the right of the 'Director' labels.

MATE YELLOWKNIFE GOLD MINES LIMITED

STATEMENT OF EXPLORATION AND ADMINISTRATIVE EXPENDITURES DEFERRED

YEAR ENDED DECEMBER 31, 1980

	1980	1979
Administrative and general expenditures		
Head office salaries	\$ 2,842	\$ 1,764
Audit fees	500	550
Stock transfer expenses	1,952	2,352
Fees and taxes	86	165
Reports to shareholders	1,846	1,240
Directors' fees	1,250	1,250
Insurance	450	900
Sundry expenses	117	114
EXPENDITURES FOR THE YEAR	9,043	8,335
BALANCE DEFERRED AT BEGINNING OF YEAR	186,485	178,150
BALANCE DEFERRED AT END OF YEAR	<u>\$ 195,528</u>	<u>\$ 186,485</u>

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED DECEMBER 31, 1980

	1980	1979
WORKING CAPITAL APPLIED TO		
Administrative and general expenditures for the year, being decrease in working capital position	\$ 9,043	\$ 8,335
WORKING CAPITAL DEFICIENCY AT BEGINNING OF YEAR	23,932	15,597
WORKING CAPITAL DEFICIENCY AT END OF YEAR	<u>\$ 32,975</u>	<u>\$ 23,932</u>